



Norman H. Bangerter
Governor

Dee C. Hansen
Executive Director

Dianne R. Nielson, Ph.D.
Division Director

State of Utah

DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

355 West North Temple
3 Triad Center, Suite 350
Salt Lake City, Utah 84180-1203
801-538-5340

November 30, 1990

DOGMI
MINERALS PROGRAM
FILE COPY

Mr. Carsten Mortensen
General Manager
Utelite Corporation
P.O. Box 387
Coalville, Utah 84017

Dear Mr. Mortensen:


Re: Requirements for Final Board Approval of Reclamation Surety, Utelite Corporation, Utelite Mine, M/043/004, Summit County, Utah

Pursuant to our telephone conversation on November 29, 1990, the Division is forwarding this letter to you to reaffirm our position regarding the finalization of Board approval of Utelite's Self Bonding & Indemnity Agreement. As indicated in our March 26, 1990, and September 19, 1990, letters to you, Rule R613-004-113.4 Surety, requires that a completed Reclamation Contract (FORM MR-RC) be submitted and attached to the form of reclamation surety.

The Board accepted Utelite's form of surety with the condition that the Reclamation Contract would be completed and provided to the Division to finalize the permit approval. Upon our receipt of the complete, signed and notarized Reclamation Contract form from Utelite, the Division will attach the Self Bonding & Indemnity Agreement as Exhibit B. We will then acquire the appropriate Board and Division signatures necessary to finalize the approval of the permit.

You will be notified in writing of our issuance of final approval. We will provide you with a complete copy of the final permitting documentation as well. Thank you for your cooperation in this matter.

Sincerely,


Lowell P. Braxton
Associate Director, Mining

jb

cc: Michael Keller, Esq., VanCott, Bagley
Dianne Nielson
Tony Gallegos